LOCKHEED MARTIN

April 13, 2001

Mr. Gerard J. Thibeault Executive Officer California Regional Water Quality Control Board Santa Ana Region 3737 Main Street, Suite 500 Riverside, CA 92501-3339

Dear Mr. Thibeault:

As required under CAO No. 94-37, item 10, Lockheed Martin Corporation hereby submits this quarterly report to the California Regional Water Quality Control Board (CRWQCB), Santa Ana Region. The report summarizes progress made in December 2000, January 2001, and February 2001, related to the Crafton-Redlands area.

Technical Data Generated

We completed generation of the technical data that was part of the Summer-Fall 2000 comprehensive sampling event during this reporting period. The analytical data and back-up for all wells sampled will be provided in a separate report.

Water discharges associated with perchlorate pilot treatment system operations at the Gage new 6 well, occurred during December 2000, January 2001, and February 2001, under Monitoring and Reporting Program No. 98-67-031, NPDES No. CAG98001. Reports regarding these discharges are submitted to the CRWQCB monthly under separate cover.

We submitted technical data associated with the Water Supply Contingency Plan sampling to the CRWQCB under separate cover. The reports summarize data collected in October, November and December 2000. The reports are entitled, "Production Well Sampling Report, Water Supply Contingency Plan, Crafton-Redlands Plume Project."

Progress Made

Progress on TCE Plume Containment "Alternative 5" implementation is submitted monthly to the CRWQCB under separate cover. TCE treatment is installed at six City of Riverside Gage wells.

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Problems Encountered

No significant problems were encountered during this reporting period.

Should you have any questions or comments, please contact Bob Simpson at (909) 778-6046.

Sincerely,

Stephen Evanoff

Director, Redlands Project

cc: See Attached Distribution List

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Distribution List

Mary Bridgewater, USAF, Norton Air Force Base W. William Bryden, City of San Bernardino Tom Crowley, San Bernardino Valley Water Conservation District Wesley Danskin, United States Geological Survey Dodie Farmer, Victoria Farms Mutual Water Company Doug Headrick, City of Redlands Ross Lewis, Gage Canal Company Kevin Mayer, U.S. EPA, Region IX Steve Mains, Western Municipal Water District Morris Matson, Loma Linda University Eugene McMeans, Upper Santa Ana Water Resources Association Zahra Panahi, City of Riverside Bob Reiter, San Bernardino Valley Municipal Water District Alain Sharp, Earth Technology Corporation Gary Snyder, City of Loma Linda Glen Thomas, Mountain View Power Company Steve Williams, Department of Health Services (San Diego) Kamron Saremi, Regional Water Quality Control Board (Riverside)

Dieter Wirtzfeld, City of Riverside